# GOVERNMENT OF INDIA
# PETROLEUM AND NATURAL GAS
# LOK SABHA

UNSTARRED QUESTION NO:1919
ANSWERED ON:29.11.2007
PROFIT EARNED BY PSU REFINERIES
Chinta Mohan Dr. ;Singh Shri Rajiv Ranjan (Lalan)

**Will the Minister of PETROLEUM AND NATURAL GAS be pleased to state:**

(a) whether the profits of public sector oil refineries have increased in 2007 as compared to same period of years 2006;

(b) if so, the average amount of per barrel profit earned by these refineries, refinery-wise till date;

(c) the extent to which this profit is more than the previous years 2006;

(d) the foreign capital invested in these refineries as equity;

(e) whether the Government proposes to increase the foreign capital investment in the form of the said equity; and

(f) if so, the full details thereof ?

## Answer

MINISTER OF PETROLEUM AND NATURAL GAS (SHRI MURLI DEORA)

(a) to (d) : A statement on Gross Refining Margins (GMRs) reflecting the earning by Public Sector Refineries by way of crude processing during 2005-06, 2006-07, first half of year 2006-07 and first half of year 2007-08 alongwith the percentage of foreign capital equity is annexed.

(e) to (f) : Foreign Direct Investment (FDI) upto 26% in refining is permitted in case of Public Sector Undertaking. However, approval of Government has been accorded for formation of Joint Venture with the induction of M/s Mittal Energy Investments Pte. Ltd., a 100% subsidiary of Mittal Investments S.a.r.l., Luxembourg in Guru Gobind Singh Refineries Ltd., a 100% subsidiary of Hindustan Petroleum Corporation Ltd. with 49% equity participation from both the partners.